AMENDMENTS TO THE CLAIMS

- (Currently Amended) A pigmented coating composition comprising:
 one or more pigments[[,]]; and
- a binder comprising at least one binder that is a water soluble, fatty acid modified epoxy ester resin, or a fatty acid modified alkyd resin, or a mixture thereof; and

a binder obtained by polymerizing (A) an ethylenically unsaturated monomer or a mixture of ethylenically unsaturated monomers in the presence of (B) a polyurethane resin.

- 2. (Canceled)
- 3. (Canceled)
- 4. (Currently Amended) A process for preparing a pigmented coating composition, comprising:

adding to a coating composition at least one pigment shade stabilizing additive selected from the group consisting of one or more a water soluble, fatty acid modified epoxy ester[[s]] resin, one or more a fatty acid modified alkyd resin[[s]], and or a mixture[[s]] thereof.

wherein the pigmented coating composition comprises a binder obtained by polymerizing (A) an ethylenically unsaturated monomer or a mixture of ethylenically unsaturated monomers, in the presence of (B) a polyurethane resin, and further wherein the pigmented coating composition comprises a pigment.

- 5. (Currently Amended) The process of claim 4 wherein the at least one pigment shade stabilizing additive water soluble, fatty acid modified epoxy ester resin, the fatty acid modified alkyd resin, or the mixture thereof is mixed with one or more pigments the pigment before mixing with the coating composition.
- 6. (Canceled)

- 7. (Currently Amended) A process for making a coated surface, comprising applying the composition of claim 1 to <u>a surface</u>.
- 8. (Previously Presented) The process of claim 7, wherein the composition of claim 1 comprises at least one component of a basecoat-clearcoat system.
- 9. (Previously Presented) The process of claim 7, wherein the basecoatclearcoat system is an automotive paint system.
- 10. (Previously Presented) The process of claim 7, wherein the automotive paint system is a refinish paint system.
- 11. (Canceled)
- 12. (Currently Amended) A method of stabilizing a pigment in <u>a</u> coating composition, comprising mixing at least one pigment with a pigment shade stabilizing additive consisting of at least one of a-water soluble, fatty acid modified epoxy ester resin, a fatty acid modified alkyd resin, or a mixture thereof, wherein the coating composition comprises a binder obtained by polymerizing (A) an ethylenically unsaturated monomer or a mixture of ethylenically unsaturated monomers, in the presence of (B) a polyurethane resin.
- 13. (New) The pigmented coating composition of claim 1, wherein the polyurethane resin (B) comprises polymerizable double bonds.
- 14. (New) The pigmented coating composition of claim 1, wherein the number average molecular weight of the polyurethane resin (B) is from 200 to 30,000.

- 15. (New) The pigmented coating composition of claim 1, wherein the ethylenically unsaturated monomer comprises an aliphatic or cycloaliphatic ester of acrylic acid or methacrylic acid, an ethylenically unsaturated monomer carrying at least one hydroxyl group in the molecule, an ethylenically unsaturated monomer carrying at least one carboxyl group in the molecule, or a mixture thereof.
- 16. (New) The pigmented coating composition of claim 1, wherein the binder obtained by polymerizing the ethylenically unsaturated monomer or a mixture of ethylenically unsaturated monomers (A), in the presence of the polyurethane resin (B) comprises groups capable of forming anions.
- 17. (New) The pigmented coating composition of claim 1, wherein the binder obtained by polymerizing the ethylenically unsaturated monomer or a mixture of ethylenically unsaturated monomers (A), in the presence of the polyurethane resin (B) is free of nonionic stabilizing groups.
- 18. (New) The pigmented coating composition of claim 1, wherein the binder obtained by polymerizing the ethylenically unsaturated monomer or a mixture of ethylenically unsaturated monomers (A), in the presence of the polyurethane resin (B) comprises graft copolymers of (A) and (B).
- 19. (New) A pigmented coating composition, comprising:
 - a pigment;
- a water soluble, fatty acid modified epoxy ester resin, a fatty acid modified alkyd resin, or a mixture thereof; and
 - a binder obtained by polymerizing:
 - (A) an ethylenically unsaturated monomer or a mixture of ethylenically unsaturated monomers; in the presence of
 - (B) a polyurethane resin comprising polymerizable double bonds, and having a number average molecular weight of from 200 to 30,000.